



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
NATIONAL VEHICLE AND FUEL EMISSIONS LABORATORY
2565 PLYMOUTH ROAD
ANN ARBOR, MICHIGAN 48105-2498

OFFICE OF
AIR AND RADIATION

September 10, 2003

CCD-03-10 (LDV/LDT/ICI/LIMO)

Dear Manufacturer:

Sub: 2004 MY E-85 Fuel Price Revision and Fuel Cost Estimates Consolidation

Ref: CCD-03-07, August 26, 2003 and CCD-03-06, June 12, 2003

This letter is to revise the E-85 fuel cost estimate provided in CCD-03-07 from \$1.85 to \$1.50 per gallon. Other fuel costs provided in the about referenced two letters remain unchanged. The updated 2004 fuel cost estimates are as follows:

Regular unleaded gasoline	\$1.40	per gallon
Premium unleaded gasoline	\$1.60	per gallon
Diesel Fuel	\$1.35	per gallon
E85	\$1.50	per gallon
LPG	\$1.40	per gallon
CNG	\$0.90	per gallon of gasoline equivalent
Electricity	\$0.05, 0.10, 0.15	per kilowatt-hour

All labels approved after September 15, 2003 should use the above fuel cost estimates. EPA will use the revised E-85 cost estimate in both the printed and the Web 2004 Fuel Economy Guide (ref: www.fueleconomy.gov).

The annual fuel cost estimation(s) should be calculated based on 15,000 annual vehicle miles, the above listed fuel cost(s) and the adjusted combined mpg (.55/.45 weighting of the adjusted city and highway FE's, then rounded to a whole mpg). Fuel costs for electric vehicles should be shown for the three electricity costs, due to the wide range of electricity costs throughout the United States.

If you have any questions, please contact Emily Chen by e-mail at chen.emily@epa.gov, or by phone at 734-214-4122.

Sincerely,

Merrylin Zaw-Mon, Director
Certification and Compliance Division
Office of Transportation and Air Quality